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July 21, 2006

Re: Docket No. 03-0371, Instituting a Proceeding to Investigate Distributed Generation in Hawaii

Dear Parties and Participant:

Decision and Order No. 22248, filed on January 27, 2006, requires the electric utilities to file proposed tariffs for unbundled standby rates within six (6) months from the date of the decision and order.¹

By letter dated July 18, 2006, the Kauai Island Utility Cooperative ("KIUC") requests a four (4)-month extension of time, from July 27, 2006 to November 27, 2006, to file its proposed tariff for unbundled standby rates. In support of its timely request for additional time, KIUC represents:

... KIUC needs additional time to further update and/or amend its draft Cost of Service Study before the results of that study can be used to develop and file new unbundled standby rates as required by Decision and Order No. 22248 for the Commission's review and approval. In addition, time will then be required for the new standby rates, once developed, to be reviewed and approved by KIUC's Board of Directors and then discussed with KIUC's lenders to determine the extent of any required approvals on their end before filing with the PUC.

KIUC's letter, dated July 18, 2006, at 2.

KIUC also represents that the parties and participant do not affirmatively object to KIUC's request for additional time on this matter.²

¹Decision and Order No. 22248, at 41 – 42 and Ordering Paragraph No. 10, at 47 – 48.

²KIUC notes that the County of Maui took no position on KIUC's request for additional time. See KIUC's letter, dated July 18, 2006, at 2 n.3.

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We will treat KIUC's July 18, 2006 letter as a motion for extension of time ("Motion"), pursuant to Hawaii Administrative Rules ("HAR") §§ 6-61-23 and 6-61-41.³

We hereby grant KIUC's Motion and approve its request for an extension of time (from July 27, 2006 to November 27, 2006) to file its proposed tariff for unbundled standby rates.⁴ Should you have any questions, please contact Michael Azama at 586-2033.

Sincerely,



Carlito P. Caliboso
Chairman

CPC:MA:cs

Attachment: service list

³Pursuant to: (1) HAR § 6-61-23(a)(1), the Commission for good cause shown may order a period enlarged if a written request is made before the expiration of the period originally prescribed; and (2) HAR § 6-61-41(e), motions that do not involve the final determination of a proceeding may be determined by the chairperson or commissioner.

⁴"KIUC recognizes that Decision and Order No. 22248 also requires KIUC to establish, by proposed tariff for approval by the Commission: (1) reliability and safety requirements; (2) a non-discriminatory interconnection policy that entitles distributed generation to interconnect when it can be done safely, reliably and economically, and (3) requirements to set the parameters for standardized interconnection agreements. KIUC currently anticipates filing such proposed tariff by the deadline established by Decision and Order No. 22248 (i.e., July 27, 2006). In the event additional time is also needed for these matters, KIUC will make a separate request for extension with the Commission." KIUC's letter, dated July 18, 2006, at 2 n.2 (emphasis added).

Docket No. 03-0371 Service List

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